

TENNESSEE GENERAL ASSEMBLY
FISCAL REVIEW COMMITTEE



FISCAL NOTE

SB 540 - HB 658

March 17, 2021

SUMMARY OF BILL: Requires the Comptroller of the Treasury (COT) to review and approve any amendments to procurements prior to, rather than after, such amendments are posted on the procurement website. Removes the requirement for the COT to approve procurements that provide for the negotiation of a necessary, mandatory, or standard contract clause, and limits the cooperative agreements which are reviewed and approved by the COT to only those with a liability in excess of \$5,000,000.

ESTIMATED FISCAL IMPACT:

NOT SIGNIFICANT

Assumptions:

- Pursuant to Tenn. Code Ann. § 4-56-108, certain cooperative agreements must be reviewed and approved by the COT before the execution of the cooperative agreement.
- Establishing a minimum liability for cooperative agreements to be reviewed will result in a decrease of the number of cooperative agreements that will come before the COT.
- According to the COT, any reduction of staff time dedicated towards these reviews will result in additional time spent reviewing other contracts, grants, or procurements of increased risk to the State; therefore, any decrease in state expenditures is estimated to be not significant.
- Any fiscal impact associated with this legislation is estimated to be not significant.

CERTIFICATION:

The information contained herein is true and correct to the best of my knowledge.

A handwritten signature in black ink that reads "Krista Lee Carsner".

Krista Lee Carsner, Executive Director

/lm